

PUBLIC SESSION MINUTES
North Carolina State Board of CPA Examiners
November 22, 2004
1101 Oberlin Road
Raleigh, NC 27605

MEMBERS ATTENDING: Norwood G. Clark, Jr., CPA, President (via telephone); Leonard W. Jones, CPA, Vice President; Arthur M. Winstead, Jr., CPA, Secretary-Treasurer; O. Charlie Chewning, Jr., CPA; Thurman L. Gause; and Jordan C. Harris, Jr.

STAFF ATTENDING: Robert N. Brooks, Executive Director; J. Michael Barham, CPA, Deputy Director; Lisa R. Hearne, Manager-Communications; Ann J. Hinkle, Manager-Professional Standards; Buck Winslow, Manager-Licensing; and Noel L. Allen, Legal Counsel.

GUESTS: James T. Ahler, Executive Director, NCACPA; Florence Black, President-Elect, NCSA; Sharon Bryson, Deputy Director, NCACPA; Tom Chenoweth, CPA, Highland Publishing Company; and Curt Lee, Past President, NCSA.

CALL TO ORDER: Vice President Jones called the meeting to order at 10:10 a.m.

MINUTES: The minutes of the October 25, 2004, meeting were approved as submitted.

FINANCIAL AND BUDGETARY ITEMS: The financial statements for October 2004 were accepted as submitted.

Messrs. Chewning and Harris moved to approve the revised Cash Management Plan, the Statement of Investment Policy, and the Bank Reconciliation Policy from the Accounting Manual. Motion passed.

NATIONAL ORGANIZATION ITEMS: Messrs. Winstead and Chewning moved to approve the revised response to the United States Government Accountability Office (GAO) Exposure Draft on changes to *Guidance on GAGAS Requirements for Continuing Professional Education*. Motion passed.

REPORT OF THE PROFESSIONAL STANDARDS COMMITTEE: Mr. Jones moved and the Board approved the following recommendations of the Committee:

200406-022 - Close the case without prejudice and with a Letter of Warning.

200407-027 - Close the case without prejudice and with a Letter of Warning.

2001909-038 - Jeffrey W. Morgan - Approve the signed Consent Order (Appendix I).

REPORT OF THE PROFESSIONAL EDUCATION AND APPLICATIONS COMMITTEE:

Mr. Harris moved and the Board approved the following recommendations of the Committee:

Original Certificate Applications - The following were approved:

Saidu Alfred Adam-Samura
Elizabeth Gunyan Allison
Deborah Maxine Alston
R. Scott Apple
Cory Barwick
Isaac John Bradley
Carla Kothera Brannon
Sarah S. Brokaw
Alison Odele Burr
Jimmy John Christodoulis
Cameron Silver Cooke
Liling Cui
Myra Leistner Davis
Kami Laine Doty
Carrie Lynne Dyckman
Sandra Spivey Edwards
Lori Ann Frederick
Jill Denise Gehling
Billy Odell Hampton Jr.
Richard Taylor Hemphill
April Holt Henighan
Arthur Thomas High Jr.
Stephanie Brockwell Holt
Jana Wilson Hosmer

Daniel William Hudson
Shauna Deseree Lindsay
Kathy Lyn Luke
Shawn P. Lydon
Margaret Diana Marchell
Nicholas Sparling Mathias
Katherine Anne Murphree
Christina Michelle Murphy
Dana J. Nuber
Christopher Jonathan Oswald
Aimee Laura Poon
Stathis Tom Poulos
Joey M. Pruitt Jr.
Krista Suzanne Ratliff
Tammy Lynn Rosenberg
Clint Justin Saunders
Thomas Mays Scott III
Clint Joshua Stewart
Bryan Lynn Sykes
Katherine Grace Thigpen
Robert Ray Thomas Jr.
Holly Marie Turner
Janine Urbanek
Loni Jayne Williams

Reciprocal Certificate Applications - The following were approved:

Anjali Das Arnold
Amy Marcum Bauserman
Carrie Scott Gamble
Richard A. Kasnick Jr.
James Randolph Larkin

Ulrike Theresia Maier
Michael Andrew Polak
David A. Seco
Karen Mescher Wisniewski
Jeff Ziliani

Temporary Permits - The following temporary permits were approved by the Executive Director and ratified by the Board:

Francis J. Arkfeld T03116
Faith Hawkins Crump T03117

Jodi Renae Dodgen T03118
Luke J. Estola T03119

Douglas Alan Paddock T03120
Mary Martin White T03121
Ray Hugh Baynard Jr. T03122
Brad Mitchell Bernstein T03123
Lauren G. Harrison T03124

Erich Jonathan Kessel Sr. T03125
Stephen Joseph Krol T03126
James Adam Landis T03127
Linda Carol Maxwell T03128

Reinstatements - The following were approved:

Toni Dedmond Dean #13817
Angela Addis Swartz #19811
Tami Lynn Yoshimoto #30632

Reissuance of New Certificate - Applications for reissuance of new certificate and consent agreements submitted by the following individuals were approved.

James Bailey Jordan #16877
Yukon Micheal Tomisato #24188

Firm Registrations - The following professional corporations, professional limited liability companies, and limited liability partnerships were approved by the Executive Director and ratified by the Board:

John C. Hogan, CPA, PLLC
Matthews & Lambert, CPAs, P.A.
M. David McKenzie, CPA, PLLC
JOSEPH C. OGBURN, PLLC

PRICE & ASSOCIATES, CPA's, PLLC
MICHELLE SOSNOWSKI, CPA, PLLC
Spivey, Nash & Associates, PLLC
Joe Wrenn, CPA, P.C.

CPE Matters - Staff has received information from Melissa Wright (#26521). She indicated on her 2004-2005 renewal that she failed to complete the 2003 CPE by 12/31/03 but did complete it by 6/30/04. However she failed to complete the minimum CPE requirement by 6/30/04. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation.

Examinations - The Committee reviewed and approved the following staff approved applicants to sit for the Uniform CPA Examination:

Marie Antoniette Adriano
Russell Glenn Allen
Jenny Ballesteros
Julie Ann Barefoot
Brandy Nicole Bennett
William Brian Blanton
Amy Catherine Bonnette

Yelena Nikolayevna Boyeva
Ashley Lane Brown Britton
Misty Dawn Buonsignore
Mary Lynne Caldwell
Edric Reynolds Carrington IV
Robin Nixon Carver
Shaun Bradley Cates

John Russell Chirokas
Mark Grady Cole
Cynthia Day Collie
Jamie Marie Collins
Marysol Diaz Colon
Christopher Charles Conoley
Wesley Allen Cook
Randy Douglas Crump
Joan Ann Cullen
Peter Anthony Cuneo
Dipak P. Dave
Sunita Jagdish Dave
Ian Oluwatoyin Davies
Leroy Davis Jr
Melinda Ruth Davis
Eric Fong DeLeon
Angela Maria DePoy
Angela Collins Dew
Kristina Lynn Draudt
Kimberly Flake Dudley
Misty Matthews Dufur
Kellie Rene Earnhardt
Nathan Dore Edgerly
John Clyde Ellis
Jamie Lynn Engel
Adam Kyle Ennis
Raymond Foti Jr
Barbara Wagoner Fuller
Jessica Lynn Gastmeyer
John Michael Gay
Laura Ann Graham
Katherine Schmitt Grant
Denise W. Green
Chemerin Mame Gregg
Jennifer Anne Gregory
Jennifer Freeman Hackim
Julie Suzanne Hager
Robert Andrew Hale
Cheryl Ann Harrigan
Christine Elizabeth Harris
Jason Gregg Harris
Robert Lane Harris
Joseph E. Heatherly

Pamela P. Helton
Sarah Scott Henderson
Thomas Alan Henrikson Jr
Laura Richards Herrin
Paula L. Hester
Allison Buchanan Hicks
Erika Marie Hill
Christopher David Holland
Richard Anthony Hourigan
Jeffrey Ronald Hunt
Reece Coleman Hutcherson II
Angela Wood Ivey
Garrett Smith Jernigan
Danielle Smith Job
Juna Rachel John
Belinda Lynn Johnson
Cynthia Dawn Johnson
Dallas Clinton Johnson
Arnold D. Jones Jr
Blessy Joseph
Deborah Ann Kassirer
Bindu Krishnan
William Thorpe Landis
Jared Lashley
Valerie Holt Leary
David Leon Lentz
Brennan Leslie Liming
Erica Ann Little
Ryan Jeremy Love
Xiaoran Lu
Joseph Byron Maxim
Scott Vernon McCain
Apryl Wesson McCraw
Kimberly Bunce McIlwain
Jonathan Alan McSwain
Jennifer Lyn Meeks
Kimberly Kiser Miller
Bryant Trevor Morrison
Shirley Louise Morton
Stephanie Lyn Newberry
David Michael O'Brien
William Cooper Oglesby III
John David Palmer

Casey Harrington Patterson
Nichole Middleton Pennell
William Ronald Perrault
Gilbert Richard Peters III
Timothy Paul Pivovarnik
Lakisha Rucker Pride
Jeannalee Trenace Reynolds-Smith
Jon Patrick Rygelski
Gina Marie Santore
Kendall Grey Scales
Erica Jean Schroeder
Diane Marie Schwager
Christopher Don Seaman
Christopher John Sellman
David Myron Shiffert
Tameeka Monique Shorter
Christy Jeanette Sigmon
JoAnne Marie Simon
Jonathan Blake Smith
Sharon Faye Smith
Dara Lane Southard
Vivian Simone Spencer
Daniel Michael Rhee Spohn

Christopher Hughel Summer
Tracy Amelia Sumner
Leslie Diane Sutton
Michael Edward Szarpa
Kelly Gerard Taylor
Scott Ian Taylor
Els Josee Teunen
Joshua Andrew Thomas
Debbie Ragan Todd
Cindy Peek Tomberlin
Kellie Christine Tripp
Gregory Huston Turlington
Stephanie Anne Whaley
John Philip Williams
David Christopher Willis
Jason Lee Wilson
Wendi Goodman Woods
Yen Chun Wu
Lisa Marie Wurtzbacher
Matthew Peter Yale
Stephanie Ann Young
Wen Yu
Manfred Ian Zech

Rescind Form of Practice Statements -Jennifer L. Davis (#28524) signed a Form of Practice Statement due to her employment. However, due to a change in the licensee's employment, staff recommended that the statement be rescinded. The Committee approved staff recommendation.

CLOSED SESSION: Messrs. Harris and Gause moved to enter Closed Session with Executive Staff and Legal Counsel to discuss personnel and legal matters. Motion passed.

PUBLIC SESSION: The Board re-entered Public Session to continue with the Agenda.

EXECUTIVE STAFF AND LEGAL COUNSEL REPORT: Messrs. Winstead and Gause moved to approve the 2005 Board meeting calendar. Motion passed.

Messrs. Winstead and Harris moved to approve the *Activity Review* article, "When Is a Financial Presentation a Compilation?" Motion passed with four (4) affirmative and two (2) negative votes.

Messrs. Winstead and Chewning moved to approve the *Activity Review* article, "Financial Certification Language for Accountants, Controllers, and Chief Financial Officers." Motion passed with six (6) affirmative votes and zero (0) negative votes.

Messrs. Chewning and Harris moved to approve the letter from the NC Board of Ethics on Thurman Lee Gause. Motion passed (Appendix II).

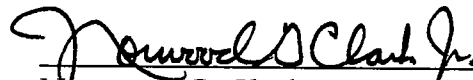
ADJOURNMENT: Messrs. Winstead and Chewning moved to adjourn the meeting at 1:10 p.m. Motion passed.

Respectfully submitted:

Attested to by:



Robert N. Brooks
Executive Director



Norwood G. Clark, Jr., CPA
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200409-038

IN THE MATTER OF:
Jeffrey Wayne Morgan, #18878
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to NCGS 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent was the holder of North Carolina certificate number 18878 as a Certified Public Accountant.
2. In September of 2004, the Board office received a notarized complaint from a representative of Respondent's former employer alleging that Respondent had misappropriated the sum of \$67,018.98 from his employer's Canadian subsidiary. The Respondent made restitution before this complaint was filed with the Board.
3. The Board and Respondent agree that nothing contained in this consent order shall constitute an admission of wrongdoing by the Respondent.
4. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Order with the Board *ex parte*, whether or not the Board accepts this Order as written.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Respondent's actions as set out above constitute violations of NCGS 93-12 (9) and 21 NCAC 8N .0201, .0202, and .0203.

Consent Order - 2
Jeffrey Wayne Morgan

BASED on the foregoing and in lieu of further proceedings under 21 NCAC Chapter 8C, the Board and Respondent agree to the following Order:

1. The Certified Public Accountant certificate issued to Respondent, Jeffrey Wayne Morgan, is hereby permanently revoked.

CONSENTED TO THIS THE 15th DAY OF November, 2004.

Respondent Jeffrey Wayne Morgan

APPROVED BY THE BOARD THIS THE 22 DAY OF November, 2004

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: Norman D Clark Jr.
President



NORTH CAROLINA BOARD OF ETHICS

MAIL SERVICE CENTER 1324

RALEIGH, NC 27699-1324

WWW.DOA.STATE.NC.US/DOA/ETHICS

GEORGE F. BASON
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

August 27, 2004

The Honorable Michael F. Easley
Governor of North Carolina
Raleigh, North Carolina 27699

Re: Evaluation of Statement of Economic Interest filed by
Thurman Lee Gause, N.C. Board of Certified Public Accountant Examiners

Dear Governor Easley:

In accordance with Section 5(b) of Executive Order Number One ("the Order"), we have completed our evaluation of the statement of economic interest mentioned above.

We did not find an actual conflict of interest or the potential for conflict of interest.

Mr. Gause is serving as a public member of the North Carolina Board of Certified Public Accountant Examiners. He is retired.

Section 7 of the Order mandates that public officials perform their duties in a manner to promote the best interests of the public. Because conflicts of interest may arise while performing their public duties, public officials should not participate in any proceedings in which their impartiality might reasonably be questioned due to their financial, familial, personal, or professional relationship with a participant in the proceeding. A "participant" includes, but is not limited to, employees in the same state agency or business entity as the public official.

We are sending a copy of this letter to the Chairman of the Board with the request that our findings be recorded in the Board's minutes pursuant to Section 6 (c) of the Order.

Sincerely,

A handwritten signature in dark ink, appearing to read "Perry Y. Newson", is written over a horizontal line.

Perry Y. Newson
Executive Director

cc: Mr. Thurman Lee Gause
Chairman of the Board

